MAJOR PRECIOUS METALS CORP.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the nine months ended June 30, 2021 and 2020

(Expressed in Canadian Dollars - Unaudited)

NOTICE OF NO AUDITOR REVIEW

Under National Instrument 51-102, Part 4 subsection 4.3 (3), if an auditor has not performed a review of the condensed interim consolidated financial statements, they must be accompanied by a notice indicating that the unaudited condensed interim consolidated financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim consolidated financial statements of Major Precious Metals Corp. have been prepared by and are the responsibility of management.

These condensed interim consolidated financial statements for the nine months ended June 30, 2021 have not been reviewed or audited by the Company's independent auditors in accordance with standards established by the Chartered Professional Accountants of Canada.

MAJOR PRECIOUS METALS CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian dollars - Unaudited)

	June 30, 2021	September 30, 2020
	$	$
ASSETS		
Current		
Cash	**1,361,587**	640,390
Amounts receivable	**145,596**	16,950
Prepaid expenses	**1,251,292**	285,145
	2,758,475	942,485
Non-Current		
Acquisition prepayment (Note 13)	**-**	50,000
Exploration and evaluation assets (Note 4)	**14,216,890**	120,640
Total Assets	**16,975,365**	1,113,125
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (Note 5)	**785,397**	265,889
Due to related parties (Note 8)	**143,400**	123,025
Loan payable (Note 6)	**2,037,957**	245,066
Total Liabilities	**2,966,754**	633,980
Shareholders' Equity		
Share capital (Note 7)	**32,936,408**	12,621,226
Subscriptions received	**2,627,805**	-
Reserves (Note 7)	**2,867,654**	1,835,076
Deficit	**(24,423,256)**	(13,977,157)
Total shareholders' equity	**14,008,611**	479,145
Total liabilities and shareholders' equity	**16,975,365**	1,113,125

Nature and continuance of operations (Note 1)
Subsequent events (Note 1~~3~~2)

Approved by the board of directors and authorized for issue on August 13, 2021

"Joel Dumaresq"	*"Stephen Stine"*
Director	Director

The accompanying notes are an integral part of these condensed interim consolidated financial statements

MAJOR PRECIOUS METALS CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS
(Expressed in Canadian dollars - Unaudited)

	Three-months ended		Nine-months ended	
	June 30, 2021 $	June 30, 2020 $	**June 30, 2021 $**	June 30, 2020 $
Expenses				
Consulting (Note 8)	**461,483**	33,033	**1,075,738**	122,183
Exploration and evaluation (Note 11)	**5,763,452**	12,275	**6,538,669**	66,911
Filing fees	**69,030**	12,079	**96,397**	19,422
Interest expenses (Note 6)	**27,536**	4,488	**32,891**	14,068
Marketing	**1,070,888**	-	**1,236,452**	-
Office expenses (Note 8)	**26,881**	2,338	**37,602**	5,492
Professional fees (Note 8)	**37,411**	12,595	**95,720**	45,439
Rent (Note 8)	**5,400**	5,400	**16,200**	16,200
Share based compensation (Note 7, 8)	**-**	791,805	**1,316,984**	791,805
Total Expenses	**(7,462,081)**	(874,013)	**(10,446,103)**	(1,081,520)
Other Items				
Interest Income	**4**	-	**4**	9
Impairment (Note 4)	**-**	(2,504,900)	**-**	(3,924,900)
Net and comprehensive loss for the period	**(7,462,077)**	(3,378,913)	**(10,446,099)**	(5,006,411)
Basic and diluted loss per share for the period	**(0.04)**	(0.04)	**(0.05)**	(0.07)
Weighted average number of common shares outstanding, basic and diluted	**210,843,402**	85,071,468	**190,109,425**	73,739,310

MAJOR PRECIOUS METALS CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(Expressed in Canadian dollars - Unaudited)

	Share capital					
	Number of shares	Amount	Subscriptions received	Share-based payment reserve	Deficit	Total Shareholders' Equity
	#	$	$	$	$	$
Balance, September 30, 2019	**67,802,175**	**8,389,687**	**-**	**774,302**	**(6,820,520)**	**2,343,469**
Net and comprehensive loss for the period	-	-	-	-	(5,006,411)	(5,006,411)
Stock options cancelled	-	660,770	-	(660,770)	-	-
Shares issued – non-brokered private placement (Note 7)	42,765,000	2,138,250	-	-	-	2,138,250
Share issuance costs – finders shares and warrants (Note 7)	-	(456,448)	-	318,198	-	(138,250)
Acquisition of mineral property – BMC Maritime. (Note 4, 7)	1,000,000	25,000	-	-	-	25,000
Acquisition of mineral property – Clear Lake. (Note 4, 7)	5,010,000	2,454,900	-	-	-	2,454,900
Share based compensation	-	-	-	791,805	-	791,805
Balance, June 30, 2020	**116,577,175**	**13,212,159**	**-**	**1,223,535**	**(11,826,931)**	**2,608,763**
Balance, September 30, 2020	**116,577,175**	**12,621,226**	**-**	**1,835,076**	**(13,977,157)**	**479,145**
Net and comprehensive loss for the period	-	-	-	-	(10,446,099)	(10,446,099)
Shares issued – non-brokered private placement (Note 7)	10,350,000	2,587,500	-	-	-	2,587,500
Share issuance costs – Finders' cash, shares and warrants	280,000	(92,318)	-	50,318	-	(42,000)
Subscriptions received	-	-	2,627,805	-	-	2,627,805
Acquisition of mineral property – Skaergaard. (Note 4, 7)	55,000,000	12,375,000	-	-	-	12,375,000
Finders' shares – Skaergaard property (Note 4,7)	3,850,000	866,250	-	-	-	866,250
Acquisition of mineral property – BMC Maritime. (Note 4, 7)	1,000,000	300,000	-	-	-	300,000
Warrants exercised (Note 7c)	27,135,453	3,670,850	-	(59,732)	-	3,611,118
Stock options exercised (Note 7d)	3,434,890	607,900	-	(274,992)	-	332,908
Share based compensation	-	-	-	1,316,984	-	1,316,984
Balance, June 30, 2021	**217,627,518**	**32,936,408**	**2,627,805**	**2,867,654**	**(24,423,256)**	**14,008,611**

The accompanying notes are an integral part of these condensed interim consolidated financial statements

MAJOR PRECIOUS METALS CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
For the nine months period ended June 30, 2021 and 2020
(Expressed in Canadian dollars)

	June 30, 2021 $	June 30, 2020 $
Operating Activities		
Loss for the period	**(10,446,099)**	(5,006,411)
Items not affecting cash:		
Interest paid	**32,891**	12,921
Impairment	**-**	3,924,900
Share based compensation	**1,316,984**	791,805
Changes in non-cash working capital items:		
Receivables	**(128,646)**	19,855
Prepaid expenses	**(966,147)**	(272,917)
Accounts payable and accrued liabilities	**539,883**	63,682
Cash used in operating activities	**(9,651,134)**	(466,165)
Investing Activities		
Acquisition of mineral properties	**(505,000)**	(100,000)
Cash used in investing activities	**(505,000)**	(100,000)
Financing Activities		
Proceeds from non-brokered private placement	**2,545,500**	2,000,000
Proceeds from options exercised	**332,908**	-
Proceeds from warrants exercised	**3,611,118**	-
Subscriptions received in advance	**2,627,805**	-
Proceeds from loans	**1,900,000**	25,000
Repayment of loans	**(140,000)**	-
Cash generated by financing activities	**10,877,331**	2,025,000
Net change in cash during the period	**721,197**	1,458,835
Cash, beginning of the period	**640,390**	131,014
Cash, ending of the period	**1,361,587**	1,589,849
Supplementary cash flow information		
Shares issued to acquire mineral property options	**12,675,000**	25,000
Shares issued as finders fees	**958,650**	-
Warrants issued as finders fees	**50,318**	-

The accompanying notes are an integral part of these condensed interim consolidated financial statements

1. NATURE AND CONTINUANCE OF OPERATIONS

Major Precious Metals Corp. (the “Company”) was incorporated under the provisions of the *Business Corporations Act* (British Columbia) on June 5, 2006. On September 4, 2018 the Company’s common shares began trading on the Canadian Securities Exchange (the “CSE”) under the symbol “EZNC”. On June 17, 2020 the name was changed to Major Precious Metals Corp., and on June 22, 2020 the Company started trading on the CSE under the name Major Precious Metals Corp., under the symbol “SIZE”. The Company is a junior exploration company focused on the acquisition, exploration, and development of resources properties.

The Company has its administration office and registered records office at Suite 810 – 789 West Pender Street, Vancouver, BC, V6C 1H2, Canada.

These condensed interim consolidated financial statements have been prepared on a going concern basis that presumes the realization of assets and discharge of liabilities in the normal course of operations rather than through a process of forced liquidation. As at June 30, 2021, the Company had no source of revenue, had a working capital deficiency of $208,279 (September 30, 2020 – positive $308,505) and an accumulated deficit of $24,423,256 (September 30, 2020 - $13,977,157). The ability of the Company to continue as a going concern depends upon its ability to identify, evaluate and negotiate acquisitions of viable projects and to continue to raise adequate financing and attain future profitable operations. Management is continually targeting sources of additional financing through alliances with financial, exploration and mining entities, or other business to ensure continuation of the Company’s operations and exploration programs. These conditions indicate the existence of material uncertainties that may cast significant doubt about the Company’s ability to continue as a going concern. While this has been successful in the past, there is no assurance that such financing will be available in the future. These condensed interim consolidated financial statements do not include any adjustments to the amounts and classifications of assets and liabilities that might be necessary should the Company not be able to continue as a going concern.

In March 2020 the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. The impact on the Company is not currently determinable but management continues to monitor the situation

2. BASIS OF PRESENTATION

a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”), and in accordance with IAS 34 – Interim Financial Reporting. The condensed interim consolidated financial statements do not include all the information required for annual financial statements and should be read in conjunction with the Company's audited financial statements for the year ended September 30, 2020. These condensed interim consolidated financial statements have been prepared following the same accounting policies as the Company’s audited financial statements for the year ended September 30, 2020.

Certain comparative figures have been reclassified to conform to the current year’s presentation. Such reclassification is for presentation purpose only and has no effect on previously reported results.

2. BASIS OF PRESENTATION (Cont'd)

b) Basis of measurement

These condensed interim consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments measured at fair value. All dollar amounts presented are in Canadian dollars unless otherwise specified.

c) Functional and presentation currency

In management's judgement, the functional currency of the Company is the Canadian dollar. The presentation currency used in preparing these condensed interim consolidated financial statements of the Company is also the Canadian dollar.

d) Basis of consolidation

As of the date of these interim condensed consolidated financial statements, the Company's structure is represented by Major Precious Metals as the parent company, and the following wholly owned subsidiaries:

Name	Place of Incorporation	Interest
Joubin Capital Inc.	British Columbia	100%
1185779 BC Ltd.	British Columbia	100%
1186835 BC Ltd.	British Columbia	100%
Skaergaard Mining A/S	Greenland	100%

3. SIGNIFICANT ACCOUNTING POLICIES

In preparing these condensed interim consolidated financial statements, the significant accounting policies and the significant judgments made by management in applying the Company's significant accounting policies and key sources of estimation uncertainty were the same as those that applied to the Company's audited consolidated financial statements for the year ended September 30, 2020, with exception to the new accounting policies adopted by the Company discussed below.

The preparation of these condensed interim consolidated financial statements requires that the Company's management make judgments and estimates of effects of uncertain future events on the carrying amounts of the Company's assets and liabilities at the end of the reporting period. Actual future outcomes could differ from present estimates and judgments, potentially having material future effects on the Company's consolidated financial statements. Estimates are reviewed on an ongoing basis and are based on historical experience and other facts and circumstances. Revisions to estimates and the resulting effects on the carrying amounts of the Company's assets and liabilities are accounted for prospectively.

Changes in accounting standards

New Standards issued but not yet effective

Other accounting pronouncements with future effective dates are either not applicable or are not expected to have a material impact on the Company's consolidated financial statements.

(Expressed in Canadian dollars - Unaudited)

4. EXPLORATION AND EVALUATION ASSETS

	Skaergaard Project $	Maritime Properties $	Clear Lake $	Bulkley-Nechako $	Total $
Balance, September 30, 2019	-	1,226,342	1,420,000	14,490	2,660,832
Acquisition	-	25,000	2,504,900	-	2,529,900
Impairment	-	(1,130,702)	(3,924,900)	(14,490)	(5,070,092)
Balance, September 30, 2020	-	120,640	-	-	120,640
Acquisition	13,796,250	300,000	-	-	14,096,250
Balance, June 30, 2021	13,796,250	420,640	-	-	14,216,890

The following is a description of the Company's exploration and evaluation assets and the related spending commitments:

Skaergaard project Greenland

The Company entered into a definitive purchase agreement with Platina Resources Ltd. ("Platina") on June 1, 2020 and acquired 100-per-cent interest in the Skaergaard precious metal project. The Skaergaard project consists of initially two exploration licences located on the east coast of Greenland. Subsequently the company applied and obtained an additional exploration license adjacent to the Skaergaard project, expanding the Company's license position.

In consideration for the Skaergaard project, the Company paid a one-time cash payment of $500,000 (paid October 27, 2020) and issued 55,000,000 common shares with a fair value of $12,375,000 (issued October 26, 2020). The consideration shares are subject to a 24-month time release pooling arrangement, during which time they may not be transferred, assigned, pledged or otherwise traded. The consideration shares will be released from the pooling arrangement in four equal tranches, with the first release after six months and each subsequent release occurring every six months thereafter. The consideration shares are subject to an accelerated release in connection with share price performance, changes in corporate structure or the distribution of the consideration shares to the shareholders of Platina. At June 30 2021 There were 41,250,000 shares remaining in escrow and to be released as follows:

October 26, 2021 - 13,750,000 shares
April 26, 2022 – 13,750,000 shares
October 26, 2022 – 13,750,000 shares

The Company is at arm's length from Platina. Pursuant to the terms of the acquisition, the vendor received the right to nominate one member of the board of directors of the Company. No other changes to management or the Board of Directors of the Company are contemplated in connection with the acquisition.

On November 16, 2020, the Company issued 3,850,000 common shares with a fair value of $866,250 to an arm's-length third party that assisted in facilitating the acquisition. In addition to the pooling arrangement imposed by the terms of the acquisition, the consideration shares and the finder's fee shares will be subject to four-month-and-one-day statutory hold period in accordance with applicable securities laws.

Maritime Properties

BMC project – New Brunswick
On February 22, 2019, the Company signed a property option agreement ("option agreement") with Slam Exploration Ltd. ("Slam Exploration") to obtain 100% registered and beneficial right, title and interest in 19 mineral claims (the "BMC Properties") covering 15,000 hectares. The BMC property consists of 19 claims comprising 688 units located in Bathurst mining district of New Brunswick. In order

4. EXPLORATION AND EVALUATION ASSETS (Cont'd)

Maritime Properties (Cont'd)

to earn a 100% interest in the BMC Properties, the Company has to make a series of cash payments totalling $790,000 and issuing 5,500,000 common shares over four years as follows:

Cash Payments totalling $700,000 to Slam Exploration as follows:
- $ 10,000 upon signing of the Option agreement (Paid);
- $ 10,000 upon filing the Option Agreement with the CSE (Paid);
- $ 80,000 six months after filing the Option Agreement with the CSE (Deferred);
- $100,000 on or before February 22, 2020 (Deferred);
- $100,000 on or before February 22, 2021 (Deferred);
- $200,000 on or before February 22, 2022; and
- $200,000 on or before February 22, 2023.

Further Cash payments totalling $90,000 to Northeast Exploration Services Ltd. ("North Exploration") as follows:
- $40,000 on or before November 2, 2019 (Terminated); and
- $50,000 on or before November 2, 2020 (Terminated).

Share issuances totalling 5,000,000 to Slam Exploration as follows:
- 500,000 upon filing the Option Agreement with the CSE (Issued with a fair value of $42,500);
- 500,000 six months after filing the Option Agreement with the CSE (Issued with a fair value of $50,000);
- 1,000,000 on or before February 22, 2020 (Issued with a fair value of $25,000);
- 1,000,000 on or before February 22, 2021 (Issued with a fair value of $300,000);
- 1,000,000 on or before February 22, 2022; and
- 1,000,000 on or before February 22, 2023.

Further share issuances totalling 500,000 to Northeast Exploration:
- 250,000 on or before November 2, 2019 (Terminated); and
- 250,000 on or before November 2, 2020 (Terminated).

The Optionor will retain a 2% NSR royalty on future mineral production from the BMC properties. Three of the claims is subject to an underlying 2% NSR that has a buy-back provision down to 0.5% NSR. The Company paid a finder's fee in connection with the BMC project of 350,000 shares with a fair value of $29,750.

During the year ended September 30, 2019, the Company terminated the sub-option agreement with Northern Exploration. Therefore, there will be no further cash payment or share issuance to Northeast Exploration.

During the year ended September 30, 2019, the Company also paid $5,340 cash to acquire 3 more claims.

During the year ended September 30, 2020, the Company cancelled certain claims and record an impairment of $51,950 on the BMC properties.

As at December 31, 2020, the Company was currently renegotiating the terms in the option agreement. Slam Exploration has agreed to defer the cash payment until the renegotiation is completed.

(Expressed in Canadian dollars - Unaudited)

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITES

	June 30, 2021 $	**September 30, 2020 $**
Accounts payable	676,439	167,056
Accrued liabilities	108,958	98,833
	785,397	265,889

6. LOAN PAYABLE

Principle	**June 30, 2021 $**	**September 30, 2020 $**
Opening Balance	225,000	200,000
Additions	1,900,000	25,000
Repayments	(140,000)	-
Closing Balance	1,985,000	225,000

Interest at 8%	**June 30, 2021 $**	**September 30, 2020 $**
Opening Balance	20,066	2,608
Interest	32,891	17,458
Closing Balance	52,957	20,066

The Company made various loans payable and due in the principle of $1,985,000 (September 30, 2020 - $225,000) from arm's length parties to cover ongoing operational expenses. The loans are unsecured, bearing interest at 8% per annum and is due on demand.

7. SHARE CAPITAL

a) Authorized:

Unlimited number of common shares without par value.

b) Issued and outstanding

On June 30, 2021 the Company had 217,627,518 common shares issued and outstanding (September 30, 2020: 116,577,175).

Shares issued for the Nine months period ending June 30, 2021

During the period, the Company issued 27,135,453 common shares pursuant to warrants exercised at prices ranging from $0.073 to $0.50 per share for proceeds of $3,670,850.

During the period, the Company issued 3,434,890 common shares pursuant to options exercised at prices ranging from $0.05 to $0.155 per share for proceeds of $607,900. The fair value $274,992 of the options was simultaneously transferred to share capital.

On February 22, 2020, the Company issued 1,000,000 common shares, with a fair value of $300,000 pursuant to the BMC property.

7. SHARE CAPITAL (cont'd)

b) Issued and outstanding (cont'd)

Shares issued for the nine months period ending June 30, 2021 (cont'd)

On February 1, 2021 the Company closed a non-brokered private placement of 1,900,000 units of the Company at a price of $0.25 per Unit for gross proceeds of $475,000. Each Unit consists of one common share of the Company and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share for a period of two years from closing at a price of $0.50 per common share.

In connection with the private placement, finders' fees of 91,000 common shares were issued to an arm's-length finder, with a fair value of $32,750.

On December 31, 2020 the Company completed the second and final tranche of its non-brokered private placement through the issuance of 2,250,000 units of the Company at a price of $0.25 per unit for gross proceeds of $562,500. Each unit consists of one common share of the Company and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share for a period of two years from closing at a price of $0.50 per common share.

In connection with the second tranche of the private placement, the Company paid finders' fees of $9,000 cash and issued 36,000 finder's warrants with a fair value of $10,135. The fair value of the warrants was measured using the Black-Scholes Option Pricing Model with the following assumptions: Stock price - $0.135; exercise price - $0.50; expected life – 2 years; volatility – 244%; dividend yield – $0; and risk-free rate – 0.20%.

On December 23, 2020 the Company completed the first tranche of a non-brokered private placement through the issuance of 6,200,000 units of the Company at a price of $0.25 per unit for gross proceeds of $1,550,000. Each unit consists of one common share of the Company and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share for a period of two years from closing at a price of $0.50 per common share.

In connection with the first tranche of the private placement, the Company paid finders' fee of $33,000 cash, issued 280,000 finder's shares with a fair value of $92,400 and issued 132,000 finder's warrants with a fair value of $40,183. The fair value of the warrants was measured using the Black-Scholes Option Pricing Model with the following assumptions: Stock price - $0.33; exercise price - $0.50; expected life – 2 years; volatility – 263%; dividend yield – $0; and risk-free rate – 0.23%.

On November 16, 2020, the Company issued 3,850,000 common shares with a fair value of $866,250 as a finder's fee pursuant to the Skaergaard project.

On October 26, 2020, the Company issued 55,000,000 common shares with a fair value of $12,375,000 pursuant to the Skaergaard project.

Shares issued for the year ending September 30, 2020

On June 30, 2020, the Company issued 5,010,000 common shares with a fair value of $2,454,900 pursuant to the Clear Lake property.

(Expressed in Canadian dollars - Unaudited)

7. SHARE CAPITAL (cont'd)

b) Issued and outstanding (cont'd)

Shares issued for the year ending September 30, 2020 (cont'd)

On May 26, 2020 the Company completed a non-brokered private placement consisting of 40,000,000 units of the Company at $0.05 per unit for gross proceeds of $2,000,000. Each unit consists of one common share and one transferable common share purchase warrant. Each share purchase warrant entitles the holder thereof to purchase one additional Common Share of the Company for a period of two year from closing at a price of $0.15 per common share.

In connection with the private placement, the Company issued 2,765,000 finders fee shares with a fair value of $138,250 and issued 2,765,000 finders fee warrants with the same terms as the private placement warrants. The fair value of the finder's fee warrants was $248,361, recorded as a share issuance cost. The warrants were measured using the Black-Scholes Option Pricing Model with the following assumptions: Stock price - $0.13; exercise price - $0.15; expected life – 2 years; volatility – 150%; dividend yield – $0; and risk-free rate – 0.28%.

On February 21, 2020, the Company issued 1,000,000 common shares, with a fair value of $25,000 pursuant to the BMC property.

c) Warrants

The following is a summary of the Company's share purchase warrant activity for the nine months period ended June 30, 2021 and the year ended September 30, 2020.

	Number of Warrants
Outstanding, September 30, 2019	19,999,992
Issued	42,765,000
Outstanding, September 30, 2019	62,764,992
Issued	10,518,000
Exercised	(27,135,453)
Outstanding, June 30, 2021	46,147,539

Details of warrants outstanding as at June 30, 2021 are as follows:

Exercise price	**Number of Warrants Outstanding**	**Expiry date**
$0.073	13,354,539	April 17, 2022
$0.15	22,425,000	May 26, 2022
$0.50	6,182,000	December 23, 2022
$0.50	2,250,000	December 31, 2022
$0.50	1,936,000	February 01, 2023
	46,147,539	

On April 15, 2019, the Company extended 21,236,358 warrants exercisable at $0.073 from an expiry date of April 17, 2019 to April 17, 2020, of which 618,183 expired prior to September 30, 2019.

On January 23, 2020, the Company extended 19,999,992 warrants exercisable at $0.073 from an expiry date on April 17, 2020 to April 17, 2022. The warrants were originally issued on April 17, 2018 in connection with a private placement and were previously extended.

7. SHARE CAPITAL (Cont'd)

d) Stock options

The Company has adopted an incentive stock option plan, which provides that the Board of Directors of the Company may from time to time, in its discretion, and in accordance with the requirements of the Exchange, grant to directors, officers, employees and technical consultants to the Company, non-transferable options to purchase common shares, provided that the number of common shares reserved for issuance will not exceed 10% of the issued and outstanding common shares of the Company. Such options will be exercisable for a period of up to five years from the date of grant.

On December 21, 2020, the Company granted incentive stock options to consultants to purchase an aggregate of 5,500,000 common shares at an exercise price of $0.25 per common share for up to five years. The options vested upon grant. The grant date fair value of the options was measured at $1,316,984. The options were measured using the Black-Scholes Option Pricing Model with the following assumptions: Stock price - $0.25; exercise price - $0.25; expected life – 5 years; volatility – 181%; dividend yield – $0; and risk-free rate – 0.43%.

On December 8, 2020 1,500,000 options were exercised and an amount of $46,730 were transferred to share capital, from reserves.

On June 2, 2020, the Company granted incentive stock options to consultants to purchase an aggregate of 4,360,217 common shares at an exercise price of $0.155 per common share for up to five years. The options vested upon grant. The grant date fair value of the options was measured at $613,031. The options were measured using the Black-Scholes Option Pricing Model with the following assumptions: Stock price - $0.155; exercise price - $0.155; expected life – 5 years; volatility – 150%; dividend yield – $0; and risk-free rate – 0.26%.

On April 14, 2020, the Company granted incentive stock options to consultants to purchase an aggregate of 6,400,000 common shares at an exercise price of $0.05 per common share for up to five years. The options vested upon grant. The grant date fair value of the options was measured at $199,382. The options were measured using the Black-Scholes Option Pricing Model with the following assumptions: Stock price - $0.035; exercise price - $0.05; expected life – 5 years; volatility – 150%; dividend yield – $0; and risk-free rate – 0.38%.

On April 13, 2020, the Company cancelled incentive stock options to purchase an aggregate of 3,294,399 common shares at an exercise price of $0.19 per common share.

On November 26, 2018, the Company granted incentive stock options to directors, officers, and consultants to purchase an aggregate of 3,694,399 common shares at an exercise price of $0.19 per common share for up to five years. The options vested upon grant. The grant date fair value of the options was measured at $639,955. The options were measured using the Black-Scholes Option Pricing Model with the following assumptions: Stock price - $0.19; exercise price - $0.19; expected life – 5 years; volatility – 150%; dividend yield – $0; and risk-free rate – 2.30%.

(Expressed in Canadian dollars - Unaudited)

7. SHARE CAPITAL (Cont'd)

d) Stock options (Cont'd)

The following is a summary of the Company's option activity for the nine months period ended June 30, 2021 and the year ended September 30, 2020.

	Number of Options
Outstanding, September 30, 2019	3,694,399
Cancelled	(3,294,399)
Issued	10,760,217
Outstanding, September 30, 2020	11,160,217
Exercised	(3,434,890)
Issued	5,500,000
Outstanding, June 30, 2021	13,225,327

Details of options outstanding as at June 30, 2021 are as follows:

Exercise price	**Number of Options outstanding**	**Expiry date**
$0.190	400,000	November 26, 2023
$0.050	4,500,000	April 14, 2025
$0.155	2,825,327	June 02, 2025
$0.25	5,500,000	December 21, 2025
Total	13,225,327	

e) Reserve

The share-based payment reserves record items recognized as stock-based compensation expense and other share-based payments until such time that the stock options or warrants are exercised, at which time the corresponding amount will be transferred to share capital.

8. RELATED PARTY TRANSACTIONS AND PAYMENTS TO KEY MANAGEMENT PERSONNEL

During the nine months period ended June 30, 2021 and 2020, the Company entered into the following transactions with related parties and incurred payments to key management personnel, which were in the normal course of operations.

	June 30, 2021 $	**June 30, 2020 $**
Management and consulting fees paid to a company jointly controlled by the CFO	21,000	9,000
Office rent paid to a company controlled by the CFO	16,200	16,200
Consulting fees paid to a company controlled by the President of the Company and previous CEO	119,000	18,000
Consulting fees paid to the CEO of the Company	60,033	-
	216,233	43,200

As at June 30, 2021, there was a balance of $143,400 (September 30, 2020 - $123,025) due to related parties. The amounts due to the related parties are unsecured, non-interest bearing and due on demand.

8. RELATED PARTY TRANSACTIONS AND PAYMENTS TO KEY MANAGEMENT PERSONNEL (cont'd)

On October 26, 2021 Platina Resources Ltd., the vendor of the Skaergaard Project's received 55,000,000 of the Company's shares. The consideration shares will be subject to a 24-month time release pooling arrangement, during which time they may not be transferred, assigned, pledged or otherwise traded. The consideration shares will be released from the pooling arrangement in four equal tranches, with the first release after six months and each subsequent release occurring every six months thereafter. The consideration shares are subject to an accelerated release in connection with share price performance, changes in corporate structure or the distribution of the consideration shares to the shareholders of Platina.

The Company is at arm's length from Platina. Pursuant to the terms of the acquisition, upon completion the vendor will receive the right to nominate one member of the board of directors of the Company. No other changes to management or the Board of Directors of the Company are contemplated in connection with the acquisition.

9. MANAGEMENT OF CAPITAL

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and to maintain sufficient funds to finance future business opportunities. The Company does not have any externally imposed capital requirements to which it is subject. There were no changes to the Company's approach to capital management.

As at June 30, 2021, the Company had capital resources consisting mainly of cash. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue common shares or dispose of assets.

10. FINANCIAL INSTRUMENTS

As at June 30, 2021, the Company's financial instruments consists of cash, accounts payable and loans payable. Unless otherwise noted, it is management's opinion that the Company is not exposed to significant credit, liquidity or market risks arising from these financial instruments. The risk exposure is summarized as follows:

a) Credit risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. The Company is subject to credit risk on the cash balance at the bank. The majority of the Company cash is held in Canadian based banking institutions, authorized under the Bank Act to accept deposits, which may be eligible for deposit insurance provided by the Canadian Deposit Insurance Corporation. As such, management has determined credit risk to be low.

b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations associated with its financial liabilities. The Company's approach to managing liquidity is to ensure that it will have sufficient liquidity to settle obligations and liabilities when due. As at June 30, 2021, the Company had a cash balance of $1,362,487 (September 30, 2020 - $640,390) to settle current liabilities of $2,942,754 (September 30, 2020 - $633,980) which mainly consists of loans and account payables that are considered short term and normally settled within 30 days.

10. FINANCIAL INSTRUMENTS (Cont'd)

b) Liquidity risk (cont'd0

There can be no assurance the Company will be able to obtain required financing in the future on acceptable terms. The Company has limited financial resources and has no assurance that additional funding will be available to it for future development of its projects, although the Company has been successful in the past in financing its activities through the previously mentioned financing activities. The ability of the Company to arrange additional financing in the future will depend, in part, on the prevailing capital market conditions and operational success of its activities. In recent years, the securities markets have experienced wide fluctuations in price that have not necessarily been related to the operating performance, underlying asset values or prospects of such companies. There can be no assurance that continual fluctuations in price will not occur. Any quoted market for the common shares may be subject to market trends generally, notwithstanding any potential success of the Company in creating revenue, cash flows or earnings. Management has determined liquidity risk to be high.

c) Market risk

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's cash attracts interest at floating rates and have maturities of 90 days or less. The interest is typical of Canadian banking rates, which are at present low; however, the conservative investment strategy mitigates the risk of deterioration to the investment. A change of 100 basis points in the interest rates would not be material to the condensed interim consolidated financial statements. The Company does not have any liabilities with variable interest rates. As such, management has determined interest rate risk to be low.

(ii) Foreign currency risk

The Company's financial assets and liabilities are not exposed to foreign currency risk.

(iii) Price risk

The Company is not subject to significant price risk.

d) Fair value

The carrying values of accounts payable and loans payable approximate their respective fair values due to the short-term nature of these instruments.

Fair value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values.

Financial assets and liabilities recognised at fair value must be classified in one of the following three fair value hierarchy levels:

- Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 - Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

Cash is measured using level 1 inputs.

(Expressed in Canadian dollars - Unaudited)

11. EXPLORATION AND EVALUATION EXPENDITURES

The following table reflects the exploration and evaluation expenditures incurred for the six months period ended March 31, 2021 and the year ended September 30, 2020. Cumulative expenses are shown for each project.

Year ended September 30, 2020	Skaergaard project $	BC Zinc Properties $	Maritime Properties $	Clear Lake $	Total $
Assay	-	-	1,842	-	1,842
Geological	101,862	-	74,783	725	177,370
Filing and licenses	1,101	-	1,010	12,150	14,261
Administrative and project management	-	-	2,200	-	2,200
Recovery	-	-	(24,000)	-	(24,000)
Total September 30, 2020	102,963	-	55,835	12,875	171,673
Cumulative Expenditures	102,963	18,229	322,494	28,293	471,979

Nine months period ended June 30, 2021	Skaergaard project $	BC Zinc Properties $	Maritime Properties $	Clear Lake $	Total $
Administration and project management	26,447	-	-	-	26,447
Camp Operations	297,837	-	-	-	297,837
Charter ship operations	1,786,701	-	-	-	1,786,701
Drilling	2,314,307	-	-	-	2,314,307
Geological	305,517	198	-	-	305,715
Helicopter	969,971	-	-	-	969,971
Filing and licenses	33,032	11,059	-	-	44,091
Mobilizing/ Demobilizing	198,558	-	-	-	198,558
Technical Studies	595,042	-	-	-	595,042
Total June 30, 2021	6,527,412	11,257	-	-	6,538,669
Cumulative Expenditures	6,630,375	29,486	322,494	28,293	7,010,648

12. SUBSEQUENT EVENTS

On July 6, 2021 the Company closed a non-brokered private placement through the issuance of 24,285,715 units of the Company at a price of $0.35 per unit for gross proceeds of $8,500,000. Each unit consists of one common share of the Company and one-half transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share for a period of two years from closing at a price of $0.70 per common share.

In connection with the private placement, the Company paid finders' fees of $347,151 cash and issued 967,860 finder's warrants.

On July 21, 2021 the Company closed a non-brokered private placement through the issuance of 4,285,715 units of the Company at a price of $0.35 per unit for gross proceeds of $1,500,000. Each unit consists of one common share of the Company and one-half transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share for a period of two years from closing at a price of $0.70 per common share.

In connection with the private placement, the Company paid finders' fees of $8,085 cash and issued 23,100 finder's warrants.